



GARY R. HERBERT  
Governor

SPENCER J. COX  
Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

January 4, 2016

FedEx

Bank of Montreal, Chicago, Illinois  
Standby Letters of Credit  
C/O 234 Simcoe Street, 3<sup>rd</sup> Floor  
Toronto, Ontario M5T 1T4  
Canada

Subject: Authorization for Release of Reclamation Surety, Letter of Credit, Uranium One Americas Inc., Velvet Mine, M/037/0040, San Juan County, Utah

Dear Sir or Madame:

The Bank of Montreal is presently holding Letter of Credit for the benefit of the State of Utah, Division of Oil, Gas and Mining (Division), and the U. S. Department of the Interior, Bureau of Land Management, as a form of reclamation surety for the Velvet Mine project operated by Uranium One Americas Inc. The Letter of Credit has been replaced by another reclamation surety, and by letter dated December 14, 2015, signed by director John Baza (copy enclosed), the Division authorized full release of the Letter of Credit. The original Letter of Credit is enclosed.

Please contact me at 801-538-5261 or Penny Berry at 801-538-5291 if you have questions or concerns regarding this action.

Sincerely,

Paul B. Baker  
Minerals Program Manager

PBB:mpb:pb

Enclosure: Original LOC and copy of Release LTR dated 12/14/2015 and additional requested letters  
cc: Scott Schierman, Uranium One Americas, Inc. (scott.schierman@uranium1.com)  
Ted McDougall, BLM Monticello FO and Opie Abeyta, BLM SO (tmcdougall@blm.gov and oabeyta@blm.gov)  
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